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FORT WAYNE MARKET NEWS

United States Department of Agriculture
Agricultural Marketing Service
Dairy Division

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

Federal Order No. 47

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. VIII No. 12

JAN 27 1965
December 1964

NOVEMBER UNIFORM PRICE \$4.59

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in November 1964, will receive a minimum uniform price of \$4.59 per hundredweight for milk testing 3.5%. A butterfat differential of 7.5 cents for each one tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 5 and the class prices on page 4.

The \$4.59 price for November 1964, is 8 cents below the October 1964 price, but 12 cents above the November 1963 price. This \$4.59 blend price includes about 39 cents derived from funds paid into the pool by handlers, plus earned interest, under the "Louisville Plan" in April, May and June of this year.

PRODUCER RECEIPTS AND UTILIZATION

Approved producers shipped 20,970,184 pounds of milk to the Fort Wayne market during November 1964, of which 16,366,133 pounds or 78.04% was utilized in Class I by 15 pool handlers. Production was up 1.7% from October 1964. Class I utilization of producer milk was down 8.9% from October 1964.

DECEMBER CLASS I PRICE \$4.49

\$1.20 was added to the November basic formula price of \$3.29 (Wisconsin-Minnesota Series) to establish the Fort Wayne Class I price for December. This price of \$4.49 is two cents more than the November Class I price.

USDA ISSUES DECISIONS

Final decisions were recently issued which would amend the orders regulating milk in the Fort Wayne, Indianapolis and South Bend-LaPorte-Elkhart marketing areas, none of which will become effective until approved by producers.

The Fort Wayne order amendments would place sour cream not labeled Grade "A" in Class II, maintain the present price differential between Class I and Class II, revise the method of computing butterfat differentials, and provide for a supply-demand factor in the Class I price. The supply-demand adjustment would be based on producer milk receipts and utilization in both the Fort Wayne and Indianapolis markets. Amendments would also be made in the Indianapolis order, to provide for this supply demand adjustment.

The decision in regard to the South Bend-LaPorte-Elkhart order would change the name of the market to "Northwestern Indiana" marketing area, expand the area to include an additional six Indiana counties, change classification, pricing and differentials, and substitute the Chicago supply-demand adjuster for the one presently in use.

FORT WAYNE MILK MARKET NEWS

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

<u>CLASS I MILK</u>	November 1964 Reported		November 1963 Reported	
	<u>Milk Pounds</u>	<u>BF Pounds</u>	<u>Milk Pounds</u>	<u>BF Pounds</u>
Fluid Milk	13,559,868	473,632	13,135,983	460,088
Regular Skim Milk	266,614	1,151	262,525	1,349
2% Skim Milk	1,658,092	33,134	1,405,767	28,229
Buttermilk	119,877	1,533	111,957	1,067
Flavored Milk/Drink	617,904	18,683	592,432	16,835
Cream Mixtures	196,011	23,880	206,388	25,497
Light Cream	6,522	1,141	10,465	2,160
Heavy Cream	39,606	14,391	41,183	14,472
Sour Cream	40,470	7,452	27,841	5,116
Sub Totals	16,504,964	574,997	15,794,541	554,813
Plus Unaccounted For	54,120	3,816	23,928	3,144
Gross Total Class I Milk	16,559,084	578,813	15,818,469	557,957
Less Other Source Receipts	192,951	14,340	274,288	16,318
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	-0-	-0-	71,439	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>16,366,133</u>	<u>564,473</u>	<u>15,472,742</u>	<u>541,639</u>
<u>CLASS II MILK</u>				
Class II Production	1,131,592	33,366	1,252,081	49,022
Sales to Nonpool Plants	2,669,061	181,891	2,953,789	170,315
Ending Inventory	1,980,767	81,955	1,450,348	59,825
Dumped or Livestock Feed	67,241	703	69,733	692
Class II Shrinkage	197,721	9,919	143,547	7,465
Gross Total Class II Milk	6,046,382	307,834	5,869,498	287,319
Less Other Source Receipts	26,756	846	27,934	1,726
Less Overages	165	165	1,112	940
Less Beginning Inventory	1,415,410	55,981	1,766,739	72,632
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>4,604,051</u>	<u>250,842</u>	<u>4,073,713</u>	<u>212,021</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>20,970,184</u>	<u>815,315</u>	<u>19,546,455</u>	<u>753,660</u>

MISCELLANEOUS INFORMATION

	November <u>1964</u>	November <u>1963</u>	November <u>1962</u>
Daily Class I Milk (Lbs.)	551,969	527,282	464,881
Current Month Compared With:		+ 4.7%	+ 18.7%
Production per Farm per Day	777	731	669
Current Month Compared With:		+ 6.3%	+ 16.1%
Gross Class I Milk to Producer Milk	79.0%	80.9%	82.3%
Pool Value of Producer Milk	\$941,937	\$848,288	\$731,710
Value of Producer Milk per Farm	\$ 1,047	\$ 952	\$ 867
Wisconsin-Minnesota Series	\$ 3.29	\$ 3.16	\$ 3.10
Butter-Skim Powder Formula Price	\$ 3.21	\$ 3.03	\$ 2.99

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1958	5,432,954	60.3	3.69	3,583,075	39.7	4.01	9,016,029	3.78	877
1959	5,400,857	61.9	3.65	3,327,343	38.1	4.00	8,728,200	3.74	821
1960	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817
1961	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
<u>1962</u>									
Jan.	12,967,846	81.7	3.56	2,903,760	18.3	5.95	15,871,606	4.00	855
Feb.	11,727,645	82.2	3.60	3,544,941	17.8	5.40	14,272,586	3.92	819
Mar.	13,528,647	81.8	3.58	3,005,482	18.2	5.23	16,534,129	3.88	824
Apr.	12,049,134	75.7	3.54	3,858,571	24.3	4.60	15,907,705	3.80	765
May	12,509,132	68.8	3.50	5,677,878	31.2	4.08	18,187,010	3.68	775
Jun.	11,790,924	71.5	3.52	4,689,249	28.5	3.69	16,480,173	3.57	767
Jul.	11,679,887	77.0	3.49	3,484,840	23.0	3.83	15,164,727	3.57	770
Aug.	12,481,221	84.5	3.46	2,289,735	15.5	4.09	14,770,956	3.56	782
Sep.	12,855,089	83.8	3.45	2,493,284	16.2	4.48	15,348,373	3.62	836
Oct.	13,875,255	81.9	3.48	3,076,464	18.1	4.94	16,951,719	3.75	837
Nov.	13,690,606	80.8	3.52	3,252,253	19.2	5.51	16,942,859	3.90	844
Dec.	13,645,073	74.1	3.54	4,777,978	25.9	5.19	18,423,051	3.97	851
Ave.	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810
<u>1963</u>									
Jan.	14,402,111	74.7	3.48	4,889,705	25.3	5.48	19,291,816	3.98	856
Feb.	13,757,097	79.0	3.47	3,650,931	21.0	5.69	17,408,028	3.93	846
Mar.	15,839,650	80.5	3.51	3,840,601	19.5	5.30	19,680,251	3.86	854
Apr.	15,186,201	75.6	3.50	4,897,648	24.4	4.52	20,083,849	3.75	863
May	15,156,334	65.8	3.51	7,870,710	34.2	3.80	23,027,044	3.61	872
Jun.	12,819,856	61.0	3.51	8,208,776	39.0	3.56	21,028,632	3.53	867
Jul.	13,744,763	68.1	3.45	6,427,697	31.9	3.67	20,172,460	3.52	881
Aug.	14,344,322	74.6	3.51	4,881,413	25.4	3.68	19,225,735	3.55	890
Sep.	14,360,070	78.8	3.47	3,863,174	21.2	4.27	18,223,244	3.64	896
Oct.	15,696,736	81.7	3.44	3,527,183	18.3	5.03	19,223,919	3.73	883
Nov.	15,472,742	79.2	3.50	4,073,713	20.8	5.20	19,546,455	3.86	891
Dec.	15,628,927	75.1	3.49	5,178,732	24.9	5.33	20,807,659	3.95	870
Ave.	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
<u>1964</u>									
Jan.	16,406,859	75.1	3.42	5,441,486	24.9	5.34	21,848,345	3.90	863
Feb.	15,442,679	72.1	3.49	5,970,683	27.9	4.75	21,413,362	3.84	882
Mar.	15,769,201	68.8	3.45	7,168,352	31.2	4.67	22,937,553	3.83	867
Apr.	15,838,904	70.5	3.41	6,632,746	29.5	4.59	22,471,650	3.76	855
May	15,539,551	62.8	3.42	9,202,673	37.2	3.94	24,742,224	3.61	851
Jun.	14,766,835	64.2	3.40	8,242,395	35.8	3.76	23,009,230	3.53	860
Jul.	14,967,752	67.9	3.40	7,077,104	32.1	3.69	22,044,856	3.49	882
Aug.	15,651,115	75.1	3.40	5,177,739	24.9	3.89	20,828,854	3.52	936
Sep.	16,360,528	83.5	3.43	3,237,440	16.5	4.62	19,597,968	3.62	840
Oct.	17,958,109	87.0	3.44	2,659,921	13.0	6.19	20,618,030	3.80	912
Nov.	16,366,133	78.0	3.45	4,604,051	22.0	5.45	20,970,184	3.89	900

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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Agricultural Marketing Service
Dairy Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

COMPUTATION OF UNIFORM PRICE
(Based on reports of 15 Handlers)
November 1964

	<u>Milk</u> <u>Pounds</u>	<u>Average</u> <u>Test</u>	<u>Class Prices</u> <u>At Test</u>	<u>Total Value</u>	<u>% of</u> <u>Pounds</u>
Class I Producer Milk	16,366,133	3.4490	\$4.43126	\$725,226.49	78.00
Class II Producer Milk	4,604,051	5.4483	4.69277	216,057.43	21.94
Total Producer Milk	20,970,184			\$941,283.92	99.94
Other Source Milk Priced Class I	11,965			533.49	0.06
Total	20,982,149			\$941,817.41	100.00
Add: Value of Overage				120.07	
Total Pool Value				\$941,937.48	
Less: Butterfat Adjustment to 3.5% Milk				61,017.58	
Add: 1/2 Unobligated Balance in Producer Settlement Fund				8,666.90	
Adjusted Value				\$889,586.78	
Less: Other Source Milk Priced Class I				501.33	
Add: 1/3 of Spring Set Aside				82,249.35	Rate Per Cwt.
Sub Total				\$971,334.80	\$4.631980
Less: Producer Settlement Fund Reserve				8,803.35	.041980
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				\$962,531.45	\$4.59

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	564,473	\$ 0.076	\$42,899.95
Class II	250,842	0.072	18,060.62
Total	815,315	\$ 0.075	\$60,960.57

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$4.59 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.075 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR NOVEMBER 1964

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$4.4025	3.70	\$4.7400	4.15	\$5.0775	4.60	\$5.4150
3.30	4.4400	3.75	4.7775	4.20	5.1150	4.65	5.4525
3.35	4.4775	3.80	4.8150	4.25	5.1525	4.70	5.4900
3.40	4.5150	3.85	4.8525	4.30	5.1900	4.75	5.5275
3.45	4.5525	3.90	4.8900	4.35	5.2275	4.80	5.5650
3.50	4.59	3.95	4.9275	4.40	5.2650	4.85	5.6025
3.55	4.6275	4.00	4.9650	4.45	5.3025	4.90	5.6400
3.60	4.6650	4.05	5.0025	4.50	5.3400	4.95	5.6795
3.65	4.7025	4.10	5.0400	4.55	5.3775	5.00	5.7150

R. J. Connolly
Market Administrator

Date Announced:
December 11, 1964

